Internet access, including DSL and satellite.²⁴³ Thus, even a "monopoly" cable Internet service provider could not harm consumers because any attempt to charge supracompetitive input prices would be cause cable ISPs to lose customers to their telephone and satellite delivered rivals.

d. The availability of an integrated cable Internet service that brings together high-speed access and enriched content does not present any anticompetitive concern

The Commission has already determined not to require the "unbundling" of cable Internet services so as to require the provision of a pure "transport" capacity by cable operators. Nothing about the Merger should affect the Commission's prior analysis, nor will the Merger increase the amount of "bundling" in any case. Both @Home and Road Runner are already offered to residential customers as stand-alone, integrated cable Internet services. While the Merger could be seen as expanding AT&T's total number of Internet access "subscribers," every one of these subscribers will continue to have numerous alternatives for Internet access. 245

Allowing AT&T to offer integrated content and high-speed access through @Home and RoadRunner also furthers numerous pro-competitive policies. Most importantly, deployment of cable Internet services requires investments in network upgrades and consumer education. The Merger will further facilitate the necessary joint investments in and planned

Whether any of these competitors wins the "race to the home" is irrelevant, because none have unique advantages that guarantee they will dominate the market.

²⁴⁴ 706 NOI Report ¶ 101. Cf. AT&T-TCI ¶ 147 (noting that the merger will enhance competition and create more "customer choice among video- and content enriched high-speed Internet access services").

Moreover, regardless of which technology gets to the home first, competitors will continue to offer alternative Internet transport arrangements.

deployment of new facilities. By contrast, forced unbundling would reduce investment incentives by increasing the likelihood of "free-riding" by third parties.

Even if the ability to offer an integrated service did not create substantial investment incentives, consumers benefit from the availability of such an offering – just as they do from the combination of content and facilities produced by television broadcasters and DBS operators, ²⁴⁶ and the service bundles sold by online service providers. Like these other providers of "bundled" products, cable operators should be permitted to choose which "bundle" of services is most valued by their customers, and to add services only when they expect it makes sense to do so. Given the state of competition in this market, there is no reason to predict consumers will not receive the services they most value.

VI. PROCEDURAL MATTER

As the Commission is aware, MediaOne's subsidiaries and affiliates hold a number of licenses to operate cable television relay systems, satellite earth stations, private point-to-point microwave, common carrier and private business radio stations. The Merger results in a transfer of control of all of these authorizations. Given the ongoing regulatory activity of MediaOne, including the need for MediaOne to file numerous applications with the Commission during the period in which the instant transfer of control applications will remain pending at the Commission, the Parties request that grant of the instant transfer of control applications include the authorization for AT&T to acquire control of: (1) any authorization

In fact, as noted, Hughes' AOL-DirecTV represents such a bundled offering. The transport component offered by Hughes presumably is not available to other ISPs on an unbundled basis.

issued to MediaOne or its subsidiaries and affiliates during the Commission's consideration of the transfer of control applications and the period required for consummation of the transaction following approval; (2) construction permits held by licensees involved in this transfer of control that mature into licenses after closing and that may have been omitted from the transfer of control applications; and (3) applications that will have been filed by such licensees and that are pending at the time of consummation of the proposed transfer of control. Such action would be consistent with prior decisions of the Commission.²⁴⁷

²⁴⁷ AT&T-TCI ¶ 156.

AT&T CABLE OWNERSHIP1

	ENTITY	OWNERSHIP ²	OWNERSHIP %	CABLE HOMES PASSED	SUBSCRIBERS	PURCHASES PROGRAMMING THROUGH AT&T
Owned and Operated Systems ³	AT&T	AT&T	100%	17,249,000	10,670,000	Y
Consolidated Systems	Alabama T.V. Cable Inc.	TCI Cablevision of Alabama, Inc.	86.67%	40,000	27,000	Y
		William J. McDonald	6.67%			
		Locust Mountain Part II, L.P.	6.67%			
	Cablevision Associates of Gary Joint Venture	Cable Television of Gary, Inc.	90.00% general	40,000	18,000	Y
		Zarin Libauer Cablevision Corp.	10.00% general			
·•	District Cablevision Limited Partnership	TCI of D.C., Inc.	75.00% limited	262,000	110,000	Y
		District Cablevision, Inc.	25.00% general			
	InterMedia Partners	Various TCI Entities	97.981% limited	203,000	141,000	Y
		InterMedia Capital Management I, LLC	.002% general			
]	InterMedia Capital Management, L.P.	2.017% limited			

As of May 31, 1999. Does not include two systems that have less than 1,000 homes passed/subscribers.

AT&T entities in bold.

AT&T systems with approximately 1,155,000 homes passed and approximately 735,000 subscribers will be transferred to Comcast upon consummation of the AT&T-MediaOne Merger. Comcast also has an option to acquire additional cable systems from AT&T. If Comcast exercises that option, the homes passed and subscriber numbers listed here will be reduced accordingly. In addition, AT&T recently entered into transactions to sell its interest in Falcon Communications, L.P., to reduce below 5% its interest in the cable systems currently owned by Bresnan Communications Co., Ltd. Partnership, and to sell its interests in certain cable systems to Cox Communications, Inc.

	ENTITY	OWNERSHIP	OWNERSHIP %	CABLE HOMES PASSED	SUBSCRIBERS	PURCHASES PROGRAMMING THROUGH AT&T
	Mile Hi Cable Partners, L.P.	Community Cable Television	78.00% limited	250,000	113,000	Y
		P&B Johnson Corp.	21.00% general		·	
		Daniels Communications, Inc.	1.00% limited			
	South Chicago Cable, Inc. (includes Communications & Cable of Chicago, Inc. and LaSalle Communications, Inc.)	TCI of illinois	16.75%	641,000	220,000	Y
		TCID of Chicago, Inc.	33.25%			
!		TCID of South Chicago, Inc.	40.00%			
-		Numerous Small Investors	10.00%			
	Tele-Communications of South Suburbia, Inc.	TCI of illinois, Inc.	80.00%	20,000	8,000	Y
		John L. Cifelli	20.00%			
	United Cable Television of Baltimore Limited Partnership	UCTC of Baltimore, Inc.	1.000% general	297,000	110,000	Y
		UCTC LP Company	82.878% limited			
		Universal Telecom, Inc.	3.087% limited			
		Clarence Elder	5.459% limited			
		Barbara Elder	1.290% limited			
		Clarence and Barbara Elder	4.798% limited			
		Clarence and C. Lewis Elder	0.496% limited			
		Clarence and Lisa M. Elder	0.496% limited			
		Clarence and Leann Elder	0.496% limited			_

	ENTITY	OWNERSHIP	OWNERSHIP %	CABLE HOMES PASSED	SUBSCRIBERS	PURCHASES PROGRAMMING THROUGH AT&T
Non-consolidated Systems	Parnassos Communications, L.P.	TCI Adelphia Holdings, LLC	33.33% general	710,000	475,000	Y
		Adelphia Western New York Holdings, Inc.	66.57% general			
		Montgomery Cablevision, Inc.	0.10% limited			
	American Cable TV Investors 5, Ltd.	IR-TCI Partners V, L.P.	1.00% general	32,000	20,000	Y
		(publicly traded units)	99.00% limited		!	
	Bresnan Communications Co. Ltd. Partnership	TCI Bresnan LLC	50.00% limited	949,000	640,000	Y
: :		Blackstone Entities	39.40% limited			
:		BCI (USA), LLC (an affiliate of William J. Bresnan)	8.60% limited and 1.00% general			
		William J. Bresnan	1.00% limited			
	Cablevision Systems Corporation	Country Cable III, Inc.; CCC Sub, Inc.; TCI CSC III, Inc.; TCI CSC III, Inc.; TCI CSC IV, Inc.; TCI CSC V, Inc.; TCI CSC VI, Inc.; TCI CSC VII, Inc.; TCI CSC VIII, Inc.; TCI CSC IX, Inc.; TCI CSC X, Inc.; and TCI CSC XI, Inc.	33 % in the aggregate	5,126,000	3,419,000	N
	Falcon Communications, L.P.	TCI Falcon Holdings, LLC	45.9474% general	1,626,000	955,000	Y
		Falcon Holding Group, L.P.	54.0526% general/limited			
	Insight Communications of Indiana, LLC	TCI of Indiana Holdings, LLC	50.00% member	471,000	319,000	Y
		Insight Communications Company, L.P.	50.00% member (mgr)		-	

	ENTITY	OWNERSHIP	OWNERSHIP %	CABLE HOMES PASSED	SUBSCRIBERS	PURCHASES PROGRAMMING THROUGH AT&T
	InterMedia Capital Partners IV, L.P.	Various TCI Entities	44.580% limited	940,000	595,000	Y
		Institutional Investors	48.933% limited			
		InterMedia Capital Management IV, L.P.	1.186% limited			
: :		ICM-IV Capital Partners, LLC	1.514% limited			
		InterMedia Capital Management, LLC	0.001% mgp	!		
	Intermedia Capital Partners VI, L.P.	TCI IP-VI, LLC	49.005% limited	653,000	424,000	Y
-		InterMedia Capital Management VI, LLC	.001% general			,
		InterMedia Capital Management VI, L.P.	.999% limited			(
		Leo J. Hindery, Jr.	.495% limited			
		Blackstone KC Offshore Capital Partners L.P.; Blackstone KC Capital Partners L.P.; Blackstone Family Investment Partnership III L.P.	49.500% limited (combined interest)			
	Lenfest Communications, Inc.	LMC Lenfest, Inc.	50.00%	1,383,000	1,014,000	Y
		H.F. Lenfest; S. Morris/H. Brooks C/F Diane A.; S. Morris/H. Brooks C/F Brook J.S. Morris/H. Brooks C/F H. Chase	50.00% combined			
	Clearview Partners	[LENFEST SUB]	!	15,000	10,000	Y
	Garden State Cable TV	[LENFEST SUB]		302,000	212,000	Y
	Raystay Co.	[LENFEST SUB]		86,000	61,000	Y
	Susquehanna	[LENFEST SUB]		215,000	169,000	Y

	ENTITY	OWNERSHIP	OWNERSHIP %	CABLE HOMES PASSED	SUBSCRIBERS	PURCHASES PROGRAMMING THROUGH AT&T
Ka		Liberty Cable of Missouri, Inc.	46.20% general	497,000 (These homes passed also are included in the TWE systems listed under the MediaOne Cable Ownership chart.)	(These subsribers also are included in the TWE systems listed under the	N
		TCI of Overland Park, Inc.	3.80% general			
		Time Warner Entertainment Company, L.P.	50.00% general			"
Te		TCI Texas Cable Holdings LLC	49.50% limited	2,189,000 (These homes passed also are included in the TWE systems listed under the MediaOne Cable Ownership chart.)	(These subscribers also are included in the TWE systems listed under the	N
		TCI Texas Cable, Inc. Time Warner Entertainment - Advance/Newhouse	0.50% general 49.50% limited			
		TWE-A/N Texas Cable Partners General Ptnr.	0.50% general			
Pe	eak Cablevision, LLC	TCI American Cable Holdings III, L.P. Fisher Communications, L.L.C.	66.667% member 33.333% member	180,000	113,000	Y
тс	CA Cable Partners II	TCI American Cable Holdings IV, L.P.	20.00% general	450,000	308,000	Y
		TCA Holdings II, L.P. (a Texas limited partnership)	80.00% general		!	
	S Cable of Coastal - exas, L.P.	TCI USC, Inc.	37.06% limited	216,000	135,000	Y
		US Cable Holdings, L.P.	62.94% general			

	ENTITY	OWNERSHIP	OWNERSHIP %	CABLE HOMES PASSED	SUBSCRIBERS	PURCHASES PROGRAMMING THROUGH AT&T
	CAT Partnership	TCI Holdings II, Inc.	33.333% general	57,000	39,000	Y
		Time Warner Entertainment Company, L.P.	16.667% general			
•		KBL Communications, Inc.	16.667% general			
		Comcast Cable Communications, Inc.	33.333% general			
	Sioux Falls	Liberty of South Dakota, Inc.	50% general	98,000	65,000	Y
		Midco of South Dakota, Inc.	50% general			

MEDIAONE CABLE OWNERSHIP

ENTITY	OWNERSHIP	OWNERSHIP %	CABLE HOMES PASSED	SUBSCRIBERS	WILL PURCHASE PROGRAMMING THROUGH AT&T
MediaOne	MediaOne	100%	8,530,000	4,970,000	Y
Time Warner Entertainment	MediaOne	25.51%	17,940,000	11,150,000	N
	Time Warner	74.49%			

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COLE, RAYWID & BRAVERMAN, L.L.P.

ATTORNEYS AT LAW
SECOND FLOOR

1919 PENNSYLVANIA AVENUE, N.W.

WASHINGTON, D.C. 20006-3458

(202) 659-9750

July 7, 1999

FCC/MELLON

ALAN RAYWID (1930-1991)

JUL 07 1995

OF COUNSEL FRANCES J. CHETWYND ELLEN S. DEUTSCH

> FACSIMILE (202) 452-0067

INTERNET WWW.CRBLAW.COM

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PERSONAL DEPARTMENT COMMISSION OFFICE OF THE SECRETARY

JOHN P. COLE, JR. BURT A. BRAVERMAN ROBERT L. JAMES JOHN D. SEIVER WESLEY R. HEPPLER PAUL GLIST DAVID M. SILVERMAN JAMES F. IRELAND, III STEVEN J. HORVITZ CHRISTOPHER W. SAVAGE ANN FLOWERS ROBERT G. SCOTT, JR. SUSAN WHELAN WESTFALL THERESA A. ZETERBERG KARLYN D. STANLEY JOHN DAVIDSON THOMAS JOHN C. DODGE FREDERICK W. GIROUX GEOFFREY C. COOK MARIA T. BROWNE DONNA C. RATTLEY
THOMAS SCOTT THOMPSON ADAM S. CALDWELL SANDRA GREINER GIBBS JAMES W. TOMLINSON MARK S. KRISTIANSEN CHRISTIN S. MCMELEY HEATHER M. WILSON DAVID N. TOBENKIN*

*ADMITTED IN OKLAHOMA ONLY *ADMITTED IN CALIFORNIA ONLY

BY HAND DELIVERY

Federal Communications Commission Transfer of Control P. O. Box 358130 Pittsburgh, PA 15251-5130

Re:

Transfer to AT&T Corp. of MediaOne's Interest in FCC Licenses

WNTD907 -- Compton, CA

WNTH283 -- Marina Del Rev. CA

Private Operational Fixed Microwave Service

Ladies and Gentlemen:

Enclosed please find FCC Form 415 requesting authority for the transfer from MediaOne to AT&T Corp. of MediaOne's interest in MediaOne of Los Angeles, Inc. the licensee of the above-referenced facilities. We are also enclosing FCC Form 159 and a check in the amount of \$90.00 to cover the required filing fee.

Should you have any questions regarding this matter, please contact the undersigned.

Sincerely,

Wesley R. Heppler

Enclosure

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COLE, HAY WID & BRAVERMAN, L.L.P.

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NATIONSBANK, N.A. 15-120-540

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WASHINGTON, DC 20006-3458

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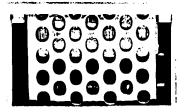
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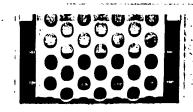
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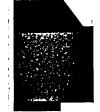
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COMMISSION

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FCC 415 Main Form

FEDERAL COMMUNICATIONS COMMISSION

Approved by OMB 3060-0747 Expires 12/31/99 Est. Avg. Burden Hours Per Response: 7 hrs.

FCC	Use	Ont
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FEE Use Only

Application for Authorization in the Microwave Services

Parts 74 and 101

'FILING FEE

(a) Fee Type Code	(b) Fee Multiple	(c) Fee Due for Fee Type Code in (a)	(d) Total Amount Due	FEE Use Only
PATM	2	45.00	\$ 90.00	

APPLICANT

1. Legal Name of Applicant	2. Voice Te	elephone Number				
AT&T Corp.	202-45	7-2000				
3. Assumed Name Used for Doing Business (if any)	4. FaxTelephone Number					
	202-45	7-2571				
5. Mailing Address, Street or P.O. Box 32 Avenue of the Americas (1120 20th St., N.W., Washington, DC 20 ATTENTION:						
6. City	7. State	8. Zip Code				
New York	NY	10013				
9. E-mail or Internet Address	10. Тахрауег Identification Number					
	13-4924710					
11. Name of Contact Representative (if other than applicant)	12. Voice Telephone Number					
Wesley R. Heppler, Esq./Julie P. Gordy, Legal Assistant	202-65	9-9750				
13. Contact Representative Firm or Company Name	14. FaxTek	ephone Number				
Cole, Raywid & Braverman, L.L.P.	202-45	2-0067				
15. Mailing Address, Street or P.O. Box						
1919 Pennsylvania Avenue, N.W., Suite 200						
16. City	17. State	18. Zip Code				
Washington	DC	20006				

CLASSIFICATION OF FILING

Type of Appl	licant (C) <u>I</u> nc	dividual	<u>P</u> artnership	C orporation	Unincorporated &	ssoci	ation	<u>G</u> c	overnmental Entity
20. Does applica	ant qualify as a	Non-Cor	nmercial Edu	cational Broadcaste	er?		(N) <u>Y</u> es	Ŋo	
21. If this filing is File number Pending ap		•	ending applica		pt Date: N/A		22. E Section		Rule	23. Service Type Code OFS
	ng propose a w ttach exhibit explain			ne Commission's R	ules?		(N) Yes	<u>N</u> o	
	ing pose potenti ttach exhibit explain			stationary Satellite	Operation?		(N) Yes	<u>N</u> o	11 To 12 To
	n to the Nationa provide date o			servatory required	?		(N) Yes	<u>N</u> o	190.00.1
27. If this filing is Authorization, lis	s in reference to t all call signs to	an exis	ting station at	the same location, signed:	give the call sign. If thi	s filing is for a Transfe	er of C	ontrol or	Assignr	nent of
WNTD-907	(Compto	on, C	CA)							
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ADMINISTRATIVE INFORMATION

The purpose of this filing is H Enter one or more letters that of describes the purpose of this file.) orrectly	7 F E G H T E G B C D E E G B	request request request request request request request request	authorization to renew a authorization to reinstat a full assignment of a ra authorization of a devel authorization for transfe	cation of an existing li r modification (Private in existing licensed st e an expired licensed adio station authorizal opmental station (Private) from Private to Comi	e and Common Carrier) ation (all) station (all)
29. If this filing is for modificat N/A	ion of an existing l	icensed station	n, or is for	a partial assignment of a	authorization, specific	ally describe changes requested.
30. Number of associated app	lications filed as a	system.			ers of associated appl	ications filed as a system, if known
N/A				N/A		
		outbound <u>S</u> u		meter reader quency operation e master operation	33. Requested	d Authorization Expiration Date
				·	Month	Day

POINT OF CONTACT FOR TECHNICAL OPERATIONS

34. Mailing address street or geographical description	35. Voice Telephone Number	
550 North Continental Boulevard,	310-647-3000	
36. City	37. State	38. Zip code
El Segundo	CA	90245

BROADCAST AUXILIARY APPLICANTS

40. Voice Telephone Number
42. Radio Service Code of associated Broadcast Station

TRANSFER OF CONTROL APPLICANTS

43. Is this a pro forma Transfer of Control?	(Y) Ye	es <u>N</u> o				
44. Is each station named in item 27 of this filing constructed		(Y) Ye				
45. Name of Transferee				· · · · · · · · · · · · · · · · · ·		
AT&T Corp.						
46. Transferee's Mailing Address, Street						
32 Avenue of the Americas	(1120	20th St.,	N.W.,	Washir	ngton, DC	20036)
47.City			48. State		49. Zip code	
New York			NY		10013	

ENVIRONMENTAL POLICY					
50. Would a Commission grant of any proposal in this application or amendment have a significant environmental effect as defined by 47 CFR 1.1307? • If "yes", attach environmental assessment as required by 47 CFR 1.1308 and 47 CFR 1.1311.		(N)	Yes	<u>N</u> o
FOREIGN GOVERNMENT REPRESENTATION					
51. Is the applicant a foreign government or the representative of any foreign government?		(N)	Yes	<u>N</u> o
COMMON CARRIER APPLICANTS - ALIEN OWNER	SHIP			-	
52. Is the applicant an alien or the representative of an alien?*		()	Yes	<u>N</u> o
53. Is the applicant a corporation organized under the laws of any foreign government?*		()	Yes	<u>N</u> o
54. Is the applicant a corporation of which any officer or director is an alien or of which more than one-fifth stock is owned of record or voted by aliens or their representatives or by a foreign government or thereof or by any corporation organized under the laws of a foreign country?*		()	Yes	<u>N</u> o
55. Is the applicant a corporation directly or indirectly controlled by any other corporation of which any office one-fourth of the directors are aliens, or of which more than one-fourth of the capital stock is owned of by aliens, their representatives, or by a foreign government or representative thereof, or by any corpora under the laws of a foreign country?	record or voted	()	Υes	<u>N</u> o
If "yes", attach exhibit explaining nature and extent of alien or foreign ownership or control. "If yes, attach exhibit explaining circumstances.					·
BASIC QUALIFICATIONS (To be completed by Private Operational Fixed and Common Carrie	r applicants only.)				
56. Has the applicant or any party to this application or amendment had any FCC station authorization, license permit revoked or had any application for an initial, modification or renewal of FCC station authorized construction permit denied by the Commission?*		(N)	Υes	<u>N</u> o
57. Has the applicant, or any part to this application or amendment, or any party directly or indirectly applicant ever been convicted of a felony by any state or federal court?*	controlling the	(N)	Yes	<u>N</u> o
58. Has any court finally adjudged the applicant, or any person directly or indirectly controlling the applicant unlawfully monopolizing or attempting unlawfully to monopolize radio communication, directly or indicontrol of manufacture or sale of radio apparatus, exclusive traffic arrangement or any other means or of competition?*	irectly, through	(N)	Ύεs	<u>N</u> o
59. Is the applicant, or any person directly or indirectly controlling the applicant, currently a party in any referred to in the preceding two items?*	pending matter	(N)	Yes	<u>N</u> o
60. Is this a Common Carrier corporation? If "Yes", attach exhibit showing names, addresses and citizenship of those stockholders owning of record and/or voting 10 per filer's voting stock and the percentages so held. In the case of fiduciary control, indicate the beneficiary(ies) or class of benefic names and addresses of the officers and directors of the applicant as well as any controlling corporations. If this information is currently on file with the Commission, this additional exhibit is not required with this filing.	ciaries. Also list the	(N)	Yes	<u>N</u> o
* If "yes", attach exhibit explaining circumstances.					
CERTIFICATION					
The APPLICANT waives any claim to the use of any particular frequency or of the electromagnetic spectric because of the previous use of the same, whether by license or otherwise, and requests an authorization in that neither the applicant nor any other party to the application* is subject to a denial of Federal benefits, the Anti-Drug Abuse Act of 1988, 21 U.S.C., Section 862, because of a conviction for possession or district exhibits are a material part hereof and are incorporated herein as if set out in full in this application. The certifies that all statements made in this application and in all attached exhibits are true, complete and corresponde in good faith. "See 47 CFR 1.2002(b) for the meaning of "party to the application" for these purposes.	accordance with this that includes FCC beto bution of a controlled andersigned, individe	application nefits, purs substance lually and f	n. The suant . All s for the	applicar to Sectio tatement applicar	nt certifies in 5301 of is made in int, hereby
	62. Title				
	Vice Presi	dent			
63. Signature Laulen		64. Date	les	1, 19	99
WILLFUL FALSE STATEMENTS MADE ON THIS FORM ARE PUNISHABLE BY F Title 18, Section 1001), AND/OR REVOCATION OF ANY STATION LICENSE OR CO Section 312(a)(1)), AND/OR FORFEITURE (U.S. Code, Title 47, Section 503).	INE AND/OR IM DNSTRUCTION P	PRISON ERMIT (MÉN U.S.	IT (U.S Code,	Code, Title 47,

FCC 415 - Page 3 February 1997

FEDERAL COMMUNICATIONS COMMISSION

ASSIGNMENT OF AUTHORIZATION

Approved by OMB 3060-0127 See below for public burden estimate

Commission Rules

To be used in the Private Radio Services indicated below, where the present licensee's activities are intended to be continued under new ownership.

- 1. The present licensee completes the information requested below.
- 2. This form is then attached to the proper application form (see below) which has been completed by the party requesting the station license, the assignee.
- 3. If more than one authorization is involved, use a separate Assignment of Authorization and a separate application form for each requested authorization.

INVOLUNTARY ASSIGNMENT

Radio Service Application Forms

In the event of the assignor's death or legal disability, it is requested that, in lieu of the declaration appearing below, you submit a copy of the court order or other documentary proof that you are the person legally qualified to succeed to the assignor's business assets, or a statement explaining the circumstances under which control must be involuntarily transferred to the assignee, accompanied by the appropriate application form (see below) for assignment of each such authorization.

FCC Form 600 - Application for Mobile Radio Service Service Authorization	47 CFR Part 90	
FCC Form 415 - Application for Station Authorization FCC Form 406 - Application for Ground Station Authorization FCC Form 503 - Application for Land Radio Station L	47 CFR Part 101 47 CFR Part 87 47 CFR Part 80	
CURRE	NT AUTHORIZATION	
Radio Service	Licensee Name and Station Location	·
OFS Call Sign	MediaOne of Los Angeles Compton, CA	, Inc.
WNTD-907		
transfer I hereby propose the assignment of all my right, title at to AT&T Corp.	ERTIFICATION and interest in the authorization described at	transfer bove. Such assignment
shall not be completed nor become effective until au tassingsee My authorization will be submitted to the Co	mmission for cancellation upon completion of	f assignme nt. transfer
Name of Assigner (include title, if applicable) Transfero		nsferor's
Steven Brilz, Assistant Secretar	y SCR	6/28/99

NOTICE TO INDIVIDUALS REQUIRED BY THE PRIVACY ACT OF 1974 AND THE PAPERWORK REDUCTION ACT OF 1995

The solicitation of personal information requested in this form is authorized by the Communications Act. The Commission will use the information provided in this form to determine whether grant of this application is in the public interest. In reaching that determination, or for law enforcement purposes, it may become necessary to refer personal information contained in this form to another government agency. In addition, all information provided in this form, as well as the form itself, will be available for public inspection. If information requested on the form is not provided, processing of the application may be delayed or the application may be returned without action pursuant to Commission Rules. The foregoing notice is required by the Privacy Act of 1974, Public Law 93-579, December 31, 1974, 5 U.S.C. Section 552a(e)(3) and the Paperwork Reduction Act of 1995, Public Law 104-13, October 1, 1995, 44 U.S.C. 3507.

Public reporting burden for this collection of information is estimated to average five minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing the burden to Federal Communications Commission, Records Management Branch, AMD-IM, Washington, DC 20554, Paperwork Reduction Project (3060-0127) or via the Internet to dconway@fcc.gov. DO NOT SEND COMPLETED APPLICATIONS TO THIS ADDRESS. Individuals are not required to respond to a collection of information unless it displays a valid OMB control number.

FEDERAL COMMUNICATIONS COMMISSION

ASSIGNMENT OF AUTHORIZATION

Approved by OMB 3060-0127 See below for public burden estimate

Commission Rules

47 CFR Part 90

To be used in the Private Radio Services indicated below, where the present licensee's activities are intended to be continued under new ownership.

- 1. The present licensee completes the information requested below.
- 2. This form is then attached to the proper application form (see below) which has been completed by the party requesting the station license, the assignee.
- 3. If more than one authorization is involved, use a separate Assignment of Authorization and a separate application form for each requested authorization.

INVOLUNTARY ASSIGNMENT

Radio Service Application Forms

In the event of the assignor's death or legal disability, it is requested that, in lieu of the declaration appearing below, you submit a copy of the court order or other documentary proof that you are the person legally qualified to succeed to the assignor's business assets, or a statement explaining the circumstances under which control must be involuntarily transferred to the assignee, accompanied by the appropriate application form (see below) for assignment of each such authorization.

FCC Form 600 - Application for Mobile Radio Service Authorization or Rural Radiotelephone

Service Authorization	·
FCC Form 415 - Application for Station Authorization in the	he Microwave Services 47 CFR Part 101
FCC Form 406 - Application for Ground Station Authoriza	ation in the Aviation Services 47 CFR Part 87
FCC Form 503 - Application for Land Radio Station Licen	se in the Maritime Services 47 CFR Part 80
CURRENT A	AUTHORIZATION
Radio Service	Licensee Name and Station Location
OFS	MediaOne of Los Angeles, Inc.
Call Sign	Marina Del Rey, CA
WNTH-283	
transfer CERT	TIFICATION transfer
	interest in the authorization described above. Such assignment
shall not be completed nor become effective until authori	ization has been issued by the Commission in the name of the
्रक्श्चापुण्य े भ्र्यु authorization will be submitted to the Commi	LTailSTO
Name of Assigner (include title, if applicable) Transferor	Assigner's Signature and Date Transferor's
Steven Brilz, Assistant Secretary	

NOTICE TO INDIVIDUALS REQUIRED BY THE PRIVACY ACT OF 1974 AND THE PAPERWORK REDUCTION ACT OF 1995

The solicitation of personal information requested in this form is authorized by the Communications Act. The Commission will use the information provided in this form to determine whether grant of this application is in the public interest. In reaching that determination, or for law enforcement purposes, it may become necessary to refer personal information contained in this form to another government agency. In addition, all information provided in this form, as well as the form itself, will be available for public inspection. If information requested on the form is not provided, processing of the application may be delayed or the application may be returned without action pursuant to Commission Rules. The foregoing notice is required by the Privacy Act of 1974, Public Law 93-579, December 31, 1974, 5 U.S.C. Section 552a(e)(3) and the Paperwork Reduction Act of 1995, Public Law 104-13, October 1, 1995, 44 U.S.C. 3507.

Public reporting burden for this collection of information is estimated to average five minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing the burden to Federal Communications Commission, Records Management Branch, AMD-IM, Washington, DC 20554, Paperwork Reduction Project (3060-0127) or via the Internet to dconway@fcc.gov. DO NOT SEND COMPLETED APPLICATIONS TO THIS ADDRESS. Individuals are not required to respond to a collection of information unless it displays a valid OMB control number.

Before the FEDERAL COMMUNICATIONS COMMISSION Washington, DC 20554

In the Matter of)
Applications for Consent to the Transfer of Control of Licenses)
MediaOne Group, Inc.,)
Transferor)
То)
AT&T Corp.,)
Transferee)

APPLICATIONS AND PUBLIC INTEREST STATEMENT

DESCRIPTION OF THE TRANSACTION, PUBLIC INTEREST SHOWING AND RELATED DEMONSTRATIONS

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July 7, 1999

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DESCRIPTION OF TRANSACTION, PUBLIC INTEREST SHOWING, AND RELATED DEMONSTRATIONS

This Exhibit is being filed in connection with a series of applications seeking the consent of the Federal Communications Commission ("FCC") to the transfer of control of Commission authorizations held by subsidiaries of MediaOne Group, Inc. ("MediaOne"), and entities controlled by MediaOne, to AT&T Corp. ("AT&T"). The applications are being filed pursuant to an Agreement and Plan of Merger dated as of May 6, 1999 (the "Agreement"). Through the use of facilities that are the subject of its Commission authorizations and licenses, MediaOne owns, operates and controls interests in various cable television systems throughout the United States. As this public interest showing demonstrates, the Merger will foster new facilities-based competition in the provision of local telephone service and result in new, enhanced and competitive services to the public without reducing competition in any service. The constant of the provision of local telephone service and result in new, enhanced and competitive services to the public without reducing competition in any service.

Under the terms of the Agreement, AT&T effectively will become the parent company of MediaOne. The stockholders of MediaOne will exchange their shares of stock in MediaOne for shares of AT&T common stock, cash, or a combination of both. Specifically, AT&T will create Merger Sub, a wholly-owned subsidiary that does not hold any Commission

The Commission authorizations controlled by MediaOne for which Commission consent is currently being sought include licenses in the cable television relay service, satellite transmit and receive earth station service, private radio service and international common carrier service.

² The Agreement is among AT&T, Meteor Acquisition Inc., a direct wholly-owned subsidiary of AT&T ("Merger Sub"), and MediaOne, with respect to the merger of MediaOne with and into Merger Sub (the "Merger").

³ Although specific applications seeking Commission consent to the transfer of control of these authorizations are being filed on the appropriate Commission forms for each service, the proposed transactions and public interest considerations supporting the Commission's approval of the applications are the same for each application.

licenses, and will merge MediaOne into that company; Merger Sub will be the surviving company of the Merger, continuing to be wholly owned by AT&T and succeeding to all the assets, liabilities and businesses of MediaOne. The authorizations and licenses held by MediaOne subsidiaries will continue to be held by those subsidiaries, as controlled indirectly by AT&T.

L INTRODUCTION

The Commission has recognized that one of the principal goals of the Telecommunications Act of 1996 (the "1996 Act" or "Act") was to open local exchange and exchange access service to competition. At the time the 1996 Act was enacted, both the House and the Senate stressed the primary importance of promoting competition in the provision of local telephone service. Nevertheless, more than three years after the passage of the 1996 Act, incumbent local exchange carriers ("ILECs") retain monopoly control over local exchange and exchange access service areas nationwide. Although competition for the largest business customers is beginning to develop in some urban areas, competition for residential and small

⁴ See, e.g., Defining Primary Lines, 12 FCC Rcd. 13647, ¶ 25 (1997).

⁵ See H.R. Rep. No. 104-204, at 48 (1995) (main component of the bill "promotes competition in the market for local telephone service"); S. Rep. No. 104-23, at 5 (1995) (legislation "reforms the regulatory process to allow competition for local telephone services by cable, wireless, long distance" and other entities).

⁶ Memorandum Op. and Order, Applications for Consent to Transfer of Control of Licenses and Section 214 Authorizations from Southern New England Telecommunications Corp., Transferor, to SBC Communications, Inc., Transferee, 13 FCC Rcd. 21292, ¶ 20 (1998) ("SBC-SNET"); Memorandum Op. and Order, Applications for Consent to Transfer of Control of Licenses and Section 214 Authorizations from Tele-Communications, Inc., Transferor, to AT&T Corp., Transferee, CS Docket No. 98-179, ¶ 50 (FCC Feb. 18, 1999) ("AT&T-TCI").

business ("mass market") local exchange and exchange access service has been virtually non-existent.⁷ In approving AT&T's acquisition of Tele-Communications, Inc. ("TCI"), the Commission recognized the profound benefits that mass market consumers would realize from the vigorous competition in residential local exchange service that would result from the combination of AT&T's telephony brand and experience with the network assets of a cable company.⁸

Like the Commission, AT&T is "committed to ensuring that residential local exchange competition becomes a reality sooner rather than later." AT&T has repeatedly demonstrated its commitment to developing competition in local exchange services through the expenditure of substantial capital and effort. Indeed, in pursuit of its goal to provide local telephone service and Internet access alternatives at the mass market level in numerous individual service areas and across the United States, AT&T has taken substantial risks, committing to invest more than \$100 billion of shareholder assets that will be necessary to provide facilities-based local telephone competition sooner rather than later. In addition to those associated with the TCI and MediaOne mergers themselves. These assets include billions of dollars expended on capital upgrades to facilities to provide for high quality Internet protocol ("IP") local telephone service, and prior to the initiation of such IP telephony, competition in the

Memorandum Op. and Order, In re Application of Teleport Communications Group, Inc., Transferor, and AT&T Corp., Transferee, 13 FCC Rcd. 15236, ¶ 24 (1998) ("AT&T-Teleport") (ILECs "are the sole actual providers of local exchange and exchange access services to the vast majority of residential and small business customers in most areas of the United States.")

^{*} AT&T-TCI ¶¶ 146-47.

⁹ *Id.* ¶ 48.